## Message Text

CONFIDENTIAL

PAGE 01 STATE 159780

65-60

**ORIGIN EUR-12** 

INFO OCT-01 ISO-00 INR-07 CIAE-00 PM-03 L-03 ACDA-05

NSAE-00 PA-01 PRS-01 SP-02 USIA-06 TRSE-00 SAJ-01

OIC-02 DODE-00 SS-15 NSC-05 EB-07 COME-00 FRB-03 /074 R

DRAFTED BY EUR/RPE: GEWOLFE:GW
APPROVED BY EUR - MR. LOWENSTEIN

EUR/RPE: MR. PREEG EUR/RPM: MR. TELLEEN INR/RES: MR. MATUSEK

----- 082979

P 080107Z JUL 75

FM SECSTATE WASHDC

TO USMISSION NATO PRIORITY

CONFIDENTIAL STATE 159780

E.O. 11652: GDS

TAGS: ECON, EFIN, NATO, UR, XH

SUBJECT: NAC AGENDA

- -- REPORT BY CHAIRMAN OF ECON DIRECTORATE: RECENT
- -- DEVELOPMENTS IN THE USSR AND EAST EUROPE

REF: NATO DOCUMENT ED/EC/75/30

1. YOU MAY WISH TO NOTE THE FOLLOWING DURING DISCUSSION OF THE REPORT BY THE CHAIRMAN OF THE ECONOMIC DIRECTORATE

ON RECENT DEVELOPMENTS IN THE USSR AND EAST EUROPE.

- 2. THE PAPER IS WELL DONE.
- 3. WE WOULD ASK THE VIEW OF THE ECONOMIC DIRECTORATE AND THE OTHER MEMBERS OF THE NAC ON THE EXTENT TO WHICH THE USSR HAS ACTUALLY EXPLOITED ITS ECONOMIC ADVANTAGE AT THE CONFIDENTIAL

CONFIDENTIAL

PAGE 02 STATE 159780

EXPENSE OF THE OTHER COUNTRIES OF THE WARSAW PACT. THE

FIRST PARAGRAPH OF THE STUDY PROPERLY RAISES THE POTENTIAL LEVERAGE NOW ENJOYED BY THE USSR; THE LAST PARAGRAPH (NO. 23) NOTES THAT THE USSR HAS AVOIDED THE FULL EXERCISE OF THIS LEVERAGE. IN FACT, AS THE STUDY NOTES, THE USSR HAS EXTENDED CREDITS TO ASSIST PARTNERS TO FINANCE BALANCE OF PAYMENTS DEFICITS.

4. FOLLOWING UP ON THE FINAL PARAGRAPH OF THE REPORT, WE WOULD SUGGEST THAT THE DIRECTORATE AND THE PERMREPS EXCHANGE VIEWS ON POLITICAL OR ECONOMIC QUID PRO QUOS EXTRACTED FROM EAST EUROPE IN COMPENSATION FOR APPARENT ECONOMIC CONCESSIONS BY THE USSR. EXAMPLES MIGHT INCLUDE CONSTRUCTION OF THE ORENBURG PIPELINE AND/OR RECENTLY AGREED CEMA COOPERATIVE PROJECTS WHICH TOTAL SOME 13 BILLION DOLLARS IN VALUE.

KISSINGER

CONFIDENTIAL

NNN

## Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED Concepts: PAPERS, POLITICAL SITUATION

Control Number: n/a Copy: SINGLE Draft Date: 08 JUL 1975 Decaption Date: 01 JAN 1960 Decaption Note: Disposition Action: RELEASED Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: ShawDG
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975STATE159780

Document Number: 1975STATE159780
Document Source: CORE
Document Unique ID: 00 Drafter: GEWOLFE:GW Enclosure: n/a Executive Order: GS

Errors: N/A

Film Number: D750234-0903

From: STATE

Handling Restrictions: n/a

Image Path:

Legacy Key: link1975/newtext/t19750776/aaaacqfe.tel Line Count: 78

Locator: TEXT ON-LINE, ON MICROFILM Office: ORIGIN EUR Original Classification: CONFIDENTIAL Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 2

Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL Previous Handling Restrictions: n/a
Reference: 75 NATO DOCUMENT ED/EC/75/30
Review Action: RELEASED, APPROVED
Review Authority: ShawDG

Review Comment: n/a Review Content Flags: Review Date: 23 APR 2003

**Review Event:** 

Review Exemptions: n/a
Review History: RELEASED <23 APR 2003 by ShawDG>; APPROVED <23 DEC 2003 by ShawDG>

**Review Markings:** 

Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JÚL 2006

**Review Media Identifier:** Review Referrals: n/a Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

Secure: OPEN Status: NATIVE

Subject: NAC AGENDA -- REPORT BY CHAIRMAN OF ECON DIRECTORATE: RECENT TAGS: ECON, EFIN, UR, XH, NATO, WTO

To: NATO BRUSSELS

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006